



RECEIVED
MOUNTAIN FUEL SUPPLY COMPANY

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ALAN K. ALLRED
DIRECTOR, RATES

UTAH PUBLIC
SERVICE COMMISSION

November 5, 1986

Utah Public Service Commission
Heber M. Wells Building
160 East 300 South
Salt Lake City, Utah 84110

Attention: Steven Hewlett

Gentlemen:

Re: Mountain Fuel's Monthly Report of Intercompany
Loan Activity as Required by the Commission
in its Order in Case No. 85-057-09.

Enclosed for filing with the Commission are twenty copies of a form showing Mountain Fuel Supply Company's intercompany loan activity in October. It shows that Mountain Fuel has loaned Questar \$18 million as of October 31, 1986. Also enclosed is a sheet showing the computation of the intercompany interest rate for November.

If there are any questions or if the Company can provide additional information, please let me know.

Sincerely,

Alan K. Allred
Director, Rates

AKA/jw

Enclosures

MOUNTAIN FUEL SUPPLY COMPANY
INVESTMENT REGISTER — LOANS TO QUESTAR CORPORATION

DATE OF LOAN	LENGTH OF NOTE	DATE OF REPAYMENT	INITIAL INTERCOMPANY INTEREST RATE	AMOUNT OF LOAN	CURRENT BALANCE
5/12/86	Payment of 2/24/86 note ✓			<1,000,000>	47,000,000
5/12	Payment of 4/28/86 note ✓			<6,000,000>	41,000,000
5/23	Payment of 3/3/86 note			<1,000,000>	40,000,000
5/23	Payment of 3/10/86 note			<9,000,000>	31,000,000
5/30	Payment of 3/5/86 note			<2,000,000>	29,000,000
6/25	Partial Payment of 4/8/86 note ✓			<6,000,000>	23,000,000
6/30	90 days	8/2/86 (3.0) 9/15/86 (5.0) 9/23/86 (4.0) 9/26/86 (4.0)	7.13	15,000,000	38,000,000
7/7	Renewal	✓		<22,000,000>	16,000,000
7/7	90 days		7.03	22,000,000	38,000,000
8/7	Renewal	✓		<1,000,000>	37,000,000
8/7	90 days	8/29/86	6.58	1,000,000	38,000,000
8/29	Payment of 8/7/86 note			<1,000,000>	37,000,000
9/2	Partial Payment of 6/30/86 note			<2,000,000>	35,000,000
9/15	Partial Payment of 6/30/86 note			<5,000,000>	30,000,000
9/23	Partial Payment of 6/30/86 note			<4,000,000>	26,000,000
9/24	Renewal	✓		<4,000,000>	22,000,000
9/26	90 days	10/1/86 (1.0)	5.85	4,000,000	26,000,000
10/1	Partial Payment of 9/26/86 note			<1,000,000>	25,000,000
10/3	Renewal	✓		<22,000,000>	3,000,000
10/3	90 days	10/31/86 (7.0)	6.13	22,000,000	25,000,000
10/31	Partial Payment of 10/3/86 note			7,000,000	18,000,000

QUESTAR CORPORATION
INTERCOMPANY INTEREST RATE

For Transactions Initiated During the Month of November, 1986

Market Borrowing Rate (60 days)	<u>6.26</u>
Market Investment Rate (60 days)	<u>5.80</u>
	<u>12.06</u>
Intercompany Interest Rate (Average)	<u>6.03%</u>
